

Analysis: Keep the IRA

Presented By: [Licensed user's name appears here]

For: Robert Baxter & Ann Baxter, Ages 60/60

Client Information Summary

Current Assets

<u>Liquid Assets:</u>	Liquid Assets (Taxable Interest)	\$	0
	Liquid Assets (Tax Exempt Interest)		650,000
	Hypothetical Equity Assets		1,800,000
	Tax Deferred Assets		0
	Retirement Plan Assets		2,000,000
	Total Liquid Assets		4,450,000
<u>Illiquid Assets:</u>	Principal Residence		2,400,000
	Personal Property		400,000
	Total Illiquid Assets		2,800,000
<u>Other Assets:</u>	Total Other Assets Inside the Estate		0
	Total Estate Assets		\$7,250,000
	Total Other Assets Outside the Estate		0

Funding Options for Required Cash Flow

<u>Retirement Plan Assets:</u>	Minimum Distribution, Unless More Is Needed
<u>Cash Flow Funding:</u>	Sequential Use of Liquid Assets -- Tax Exempt, Equity, Retirement Plan Assets

Assumptions Used

<u>Income Tax Rates:</u>	Pre-Retirement (Year 1)	37.00%
	Pre-Retirement (Years 2 to 15)	39.60%
	Retirement	39.60%
<u>Life Expectancy:</u>	Joint	31 Years
	Robert Baxter	Age 90
	Ann Baxter	Age 90
<u>Tax Exempt Account:</u>	Yield Assumption	Tax Exempt 3.00%
<u>Hypothetical Equities:</u>	Equity	
	Growth Rate	6.00%
	Dividend Rate	1.00%
<u>Retirement Plan Assets Robert Baxter:</u>	Defined Contr. Yield Assumption	6.00%

The information in this presentation is not guaranteed; it is for illustrative purposes only. Tax rates, interest and inflation rates, and IRS tax codes may, and probably will, change in the future; therefore, you should consult your tax adviser for additional information about potential taxes and IRS revisions.